

AG EQUINE INDUSTRY DEVELOPMENT FUND

FY 2007 Status Report

PERIOD: **October 2006 – August 2007**

- Actual revenues for Simulcast Tax and Fees through August 2007 are 9.4% less than those collected in the same period as of August 2006 (\$8,728,387 in 2006 vs. \$7,910,994 in 2007).
- Actual revenues for Simulcast Tax and Fees through August 2007 are 4.8% less than those projected would be collected at this time. Initially, revenues at August 2007 were projected to be \$8,310,576; however, actual collections were \$7,910,994; which is \$399,582 or 4.8% under budget. If the trend continues, FY/07 annual simulcast revenues would be \$8,566,694. This is a \$433,306 or 4.8% decrease from the initial FY/07 revenue projection of \$9,000,000.
- In FY/05 a portion of the Casino Wagering Tax was allocated to the AG Equine Industry Development Fund. For the period October 2006 through August 2007 the Casino Tax revenue was \$6,077,889. As now projected, the tax will generate \$6,621,711 for the fund. This represents a \$78,289 or 1.2% decrease from the initial FY/07 revenue projections of \$6,700,000.
- FY 2007 AG Equine Fund status includes:

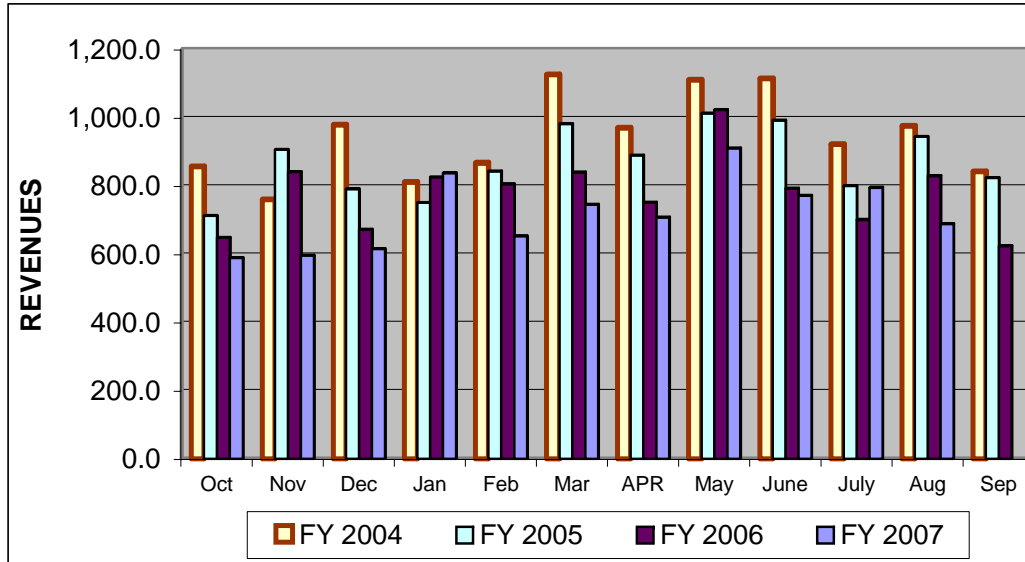
+	FY 2006 Carry Forward	\$ 44,382
+	FY 2007 Simulcast Tax & Fees Revenue	8,566,694
+	FY 2007 Casino Tax Revenue	6,621,711
+	FY 2007 Uncashed Tickets	578,498
-	FY 2007 Appropriation	<u>(16,447,198)</u>

Projected Surplus/Deficit	\$ (635,913)
---------------------------	--------------

- Worksheets are attached.
- The FY 2007 Appropriation for Uncashed Winning Tickets is \$700,000. The actual revenue for the Fiscal Year is \$578,498; or \$121,502 less than appropriated. This represents a 17.4% decrease of actual revenue received compared to appropriated. The \$121,502 decrease is reflected in the FY 2007 Appropriation total above.
- The FY 2007 Appropriation was also reduced by \$46,300 by an Executive Order and is reflected in the FY 2007 Appropriation total above.
- Questions or comments regarding this information may be directed to Rich Ludwig, MDA Finance Division at (517)-373-9759 or email at ludwigr@michigan.gov.

AG EQUINE INDUSTRY DEVELOPMENT FUND (in thousands)

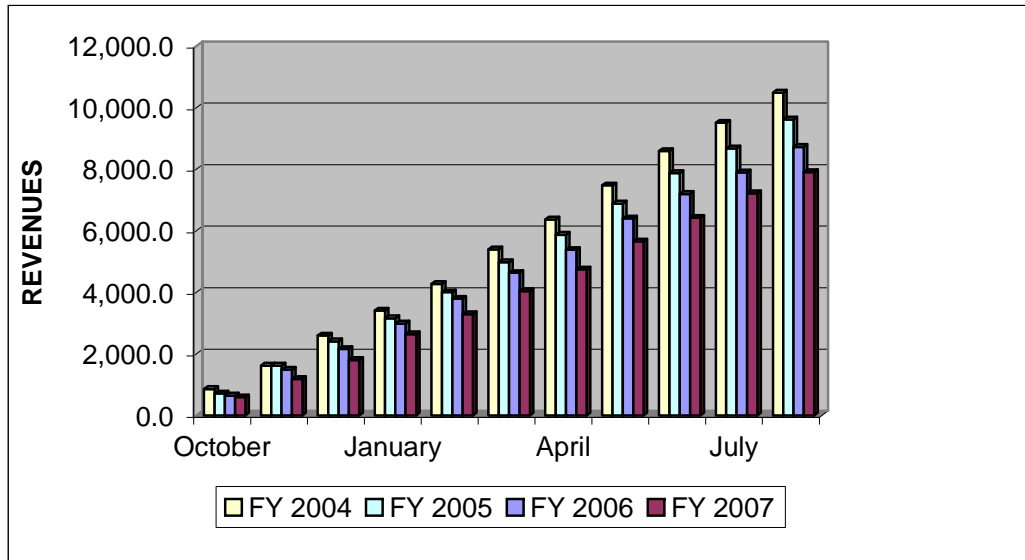
MONTHLY COMPARISON - Simulcast Tax & Fees:



MONTHLY COMPARISON - Simulcast Tax & Fees:

	FY 2004	FY 2005	FY 2006	FY 2007
Oct	856.8	712.3	648.1	589.0
Nov	759.6	905.7	840.8	596.4
Dec	978.9	790.7	672.2	615.7
Jan	811.3	750.8	825.5	838.0
Feb	867.2	843.3	805.5	653.2
Mar	1,126.1	981.4	839.7	745.0
APR	970.1	889.4	751.7	707.9
May	1,110.9	1,012.8	1,022.5	910.7
June	1,114.0	992.0	792.5	771.4
July	921.7	800.4	700.9	795.0
Aug	975.3	944.4	828.9	688.8
Sep	842.3	823.5	623.6	
TOTAL	11,334.2	10,446.7	9,351.9	7,911.1

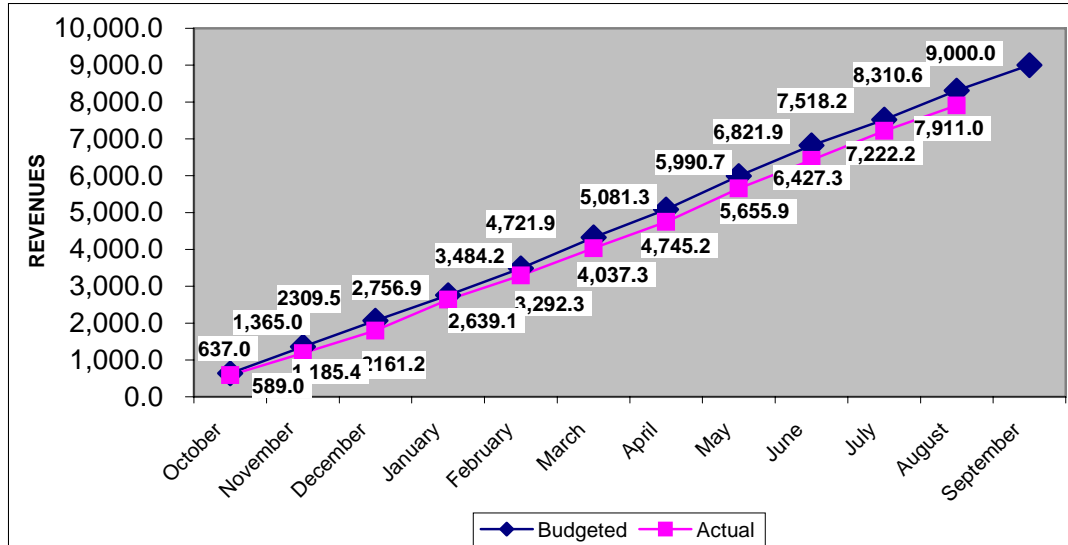
YTD CUMULATIVE COMPARISON - Simulcast Tax & Fees:



YTD COMPARISON - Simulcast Tax & Fees:

	FY 2004	FY 2005	FY 2006	FY 2007	% Change FY/07 vs FY/06
October	856.8	712.3	648.1	589.0	-9.1%
November	1,616.4	1,618.0	1,488.9	1,185.4	-20.4%
December	2,595.3	2,408.7	2,161.1	1,801.1	-16.7%
January	3,406.6	3,159.5	2,986.6	2,639.1	-11.6%
February	4,273.8	4,002.8	3,792.1	3,292.3	-13.2%
March	5,399.9	4,984.2	4,631.8	4,037.3	-12.8%
April	6,370.0	5,873.6	5,383.5	4,745.2	-11.9%
May	7,480.9	6,886.4	6,406.0	5,655.9	-11.7%
June	8,594.9	7,878.4	7,198.5	6,427.3	-10.7%
July	9,516.6	8,678.8	7,899.4	7,222.2	-8.6%
August	10,491.9	9,623.2	8,728.3	7,911.0	-9.4%
September	11,334.2	10,446.7	9,351.9		

AG EQUINE INDUSTRY DEVELOPMENT FUND (in thousands)
FY 2007 BUDGETED vs. ACTUAL: CUMULATIVE
For Simulcast Tax and Fees:

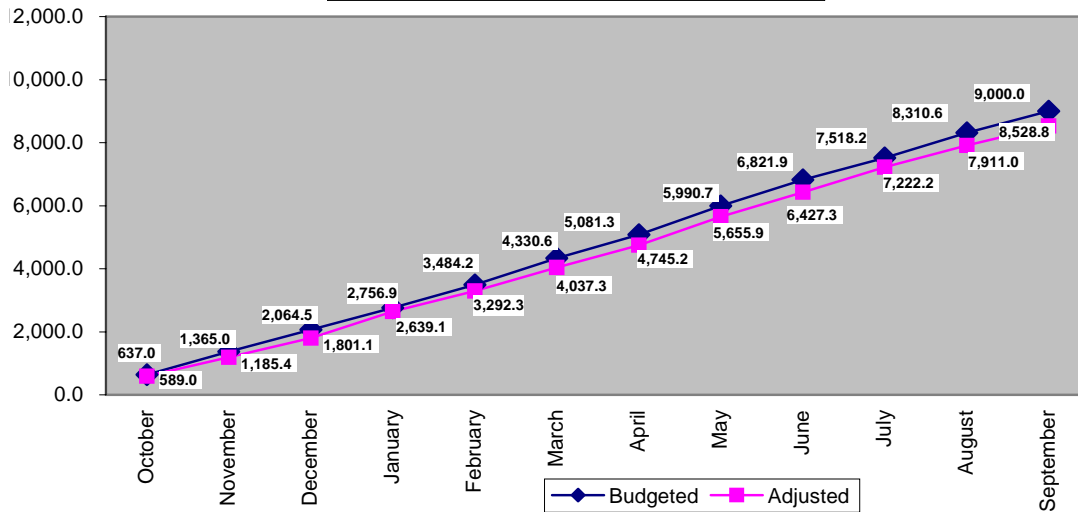


FY 07 BUDGETED vs. ACTUAL - CUMULATIVE
For Simulcast Tax and Fees:

	Budgeted	Actual	VARIANCE	
			\$	%
October	637.0	589.0	(48.0)	-7.5%
November	1,365.0	1,185.4	(179.6)	-13.2%
December	2,064.5	1,801.1	(263.4)	-12.8%
January	2,756.9	2,639.1	(117.8)	-4.3%
February	3,484.2	3,292.3	(191.9)	-5.5%
March	4,330.6	4,037.3	(293.3)	-6.8%
April	5,081.3	4,745.2	(336.1)	-6.6%
May	5,990.7	5,655.9	(334.8)	-5.6%
June	6,821.9	6,427.3	(394.6)	-5.8%
July	7,518.2	7,222.2	(296.0)	-3.9%
August	8,310.6	7,911.0	(399.6)	-4.8%
September	9,000.0			

FY 2007 PROJECTION: BUDGETED vs. ADJUSTED
BASED ON ACTUAL REVENUES COLLECTED FOR SIMULCAST TAX & Fees

Projected decrease (433.3 t4.8sand or 3.9 %)



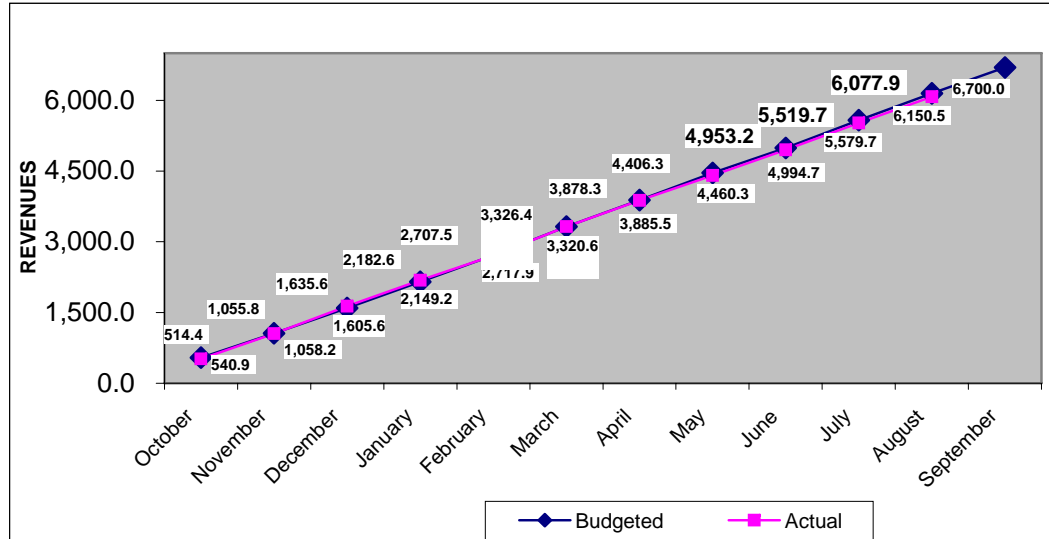
FY 07 PROJECTION - ADJUSTED BASED ON ACTUAL
For Simulcast Tax and Fees:

	Budgeted	Adjusted		
			\$	%
October	637.0	589.0	(48.0)	-7.5%
November	1,365.0	1,185.4	(179.6)	-13.2%
December	2,064.5	1,801.1	(263.4)	-12.8%
January	2,756.9	2,639.1	(117.8)	-4.3%
February	3,484.2	3,292.3	(191.9)	-5.5%
March	4,330.6	4,037.3	(293.2)	-6.8%
April	5,081.3	4,745.2	(336.1)	-6.6%
May	5,990.7	5,655.9	(334.8)	-5.6%
June	6,821.9	6,427.3	(394.6)	-5.8%
July	7,518.2	7,222.2	(296.0)	-3.9%
August	8,310.6	7,911.0	(399.6)	-4.8%
September	9,000.0	8,528.8	(471.2)	-5.2%

AG EQUINE INDUSTRY DEVELOPMENT FUND (in thousands)

FY 2007 BUDGETED vs. ACTUAL: CUMULATIVE

For Casino Tax revenue:



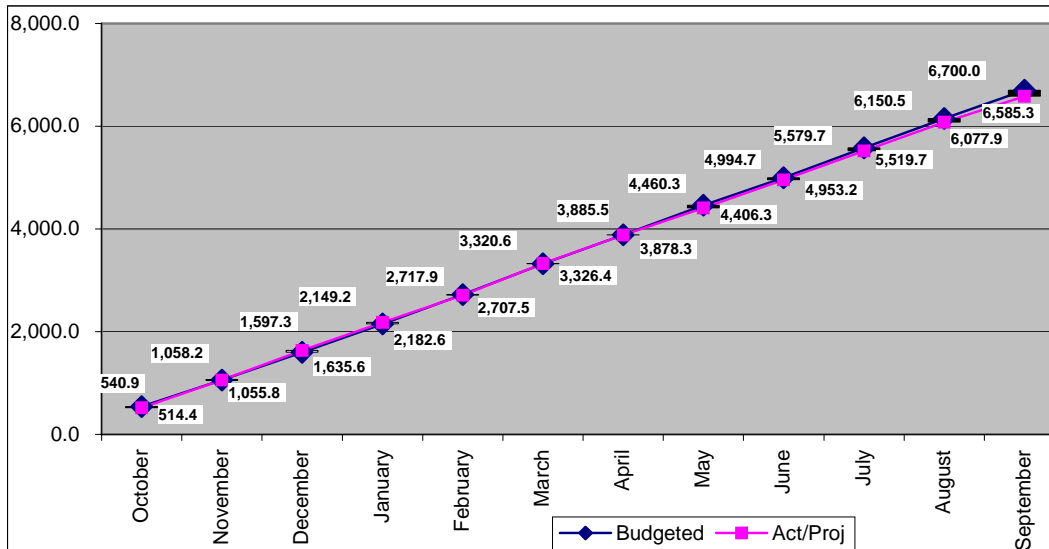
FY 07 BUDGETED vs. ACTUAL - CUMULATIVE

For Casino Tax revenue:

	Budgeted	Actual	VARIANCE	
			\$	%
October	540.9	514.4	(26.5)	-4.9%
November	1,058.2	1,055.8	(2.4)	-0.2%
December	1,597.3	1,635.6	38.3	2.4%
January	2,149.2	2,182.6	33.4	1.6%
February	2,717.9	2,707.5	(10.4)	-0.4%
March	3,320.6	3,326.4	5.8	0.2%
April	3,885.5	3,878.3	(7.2)	-0.2%
May	4,460.3	4,406.3	(54.0)	-1.2%
June	4,994.7	4,953.2	(41.5)	-0.8%
July	5,579.7	5,519.7	(60.0)	-1.1%
August	6,150.5	6,077.9	(72.6)	-1.2%
September	6,700.0			

FY 2007 PROJECTION: BUDGETED vs. ADJUSTED

BASED ON ACTUAL REVENUES COLLECTED FOR CASINO TAX REVENUE



FY 07 PROJECTION - ADJUSTED BASED ON ACTUAL

For Casino Tax Revenue:

	Budgeted	Act/Proj	Variance	
			\$	%
October	540.9	514.4	(26.5)	-4.9%
November	1,058.2	1,055.8	(2.4)	-0.2%
December	1,597.3	1,635.6	38.3	2.4%
January	2,149.2	2,182.6	33.4	1.6%
February	2,717.9	2,707.5	(10.4)	-0.4%
March	3,320.6	3,326.4	5.8	0.2%
April	3,885.5	3,878.3	(7.2)	-0.2%
May	4,460.3	4,406.3	(54.0)	-1.2%
June	4,994.7	4,953.2	(41.5)	-0.8%
July	5,579.7	5,519.7	(60.0)	-1.1%
August	6,150.5	6,077.9	(72.6)	-1.2%
September	6,700.0	6,585.3	(114.7)	-1.7%

AG EQUINE INDUSTRY DEVELOPMENT FUND - FY 2007 REVENUE PROJECTIONS (Simulcast Taxes + Fines/fees & Casino Tax)

BY MONTH...																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
-------------	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

AG EQUINE INDUSTRY DEVELOPMENT FUND - 2007 REVENUES

REVENUE	OCTOBER 2006			NOVEMBER 2006			DECEMBER 2006			JANUARY 2007			FEBRUARY 2007			MARCH 2007			Total
	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	
SIMULCAST TAX																			
Great Lakes	12,933	20,108	33,041	11,399	22,318	33,717	10,731	15,933	26,664	14,698	23,018	37,715	10,193	16,915	27,108	13,135	21,642	34,777	193,022
Hazel Park	88,898	191,144	280,042	91,403	197,464	288,866	113,223	169,904	283,128	132,502	208,327	340,828	105,249	169,018	274,266	118,507	206,052	324,559	1,791,690
Jackson	10,445	16,629	27,074	11,486	19,159	30,646	12,897	14,369	27,266	18,590	17,805	36,395	14,402	16,351	30,753	15,340	17,987	33,328	185,462
Mt. Pleasant	1,052	3,229	4,281	1,387	5,485	6,872	1,677	3,704	5,381	2,368	4,855	7,223	1,566	3,216	4,782	2,453	5,041	7,494	36,033
Northville Downs	0	0	0	0	0	0	0	0	0	71,620	150,971	222,591	72,424	152,572	224,996	75,734	175,592	251,326	698,913
Northville Racing Corp	54,190	112,980	167,170	72,491	185,665	258,156	60,933	120,936	181,869	20,870	45,412	66,282	0	0	0	0	0	0	673,478
Saginaw	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Sports Creek	29,977	39,331	69,308	32,122	43,748	75,871	32,680	36,962	69,642	44,371	46,720	91,091	39,305	46,420	85,725	39,850	46,661	86,511	478,148
MAIN Adjustments			0			0			0	0		0			0			0	0
TOT SIMUL TX REV	197,496	383,421	580,917	220,289	473,839	591,272	232,141	361,809	593,951	305,018	497,108	802,126	243,139	404,491	647,630	265,019	472,975	737,995	3,953,891
OTHER																			
Occupational Lics			2,970			3,375			21,575			31,435			4,910			3,460	67,725
Horse Race Lics												1,400						125	1,525
Racing Fines			5,080			1,725						2,525			675			3,425	13,430
Other Misc Revs			60						200			480			10			25	775
TOTAL OTHER REV	0	0	8,110	0	0	5,100	0	0	21,775	0	0	35,840	0	0	5,595	0	0	7,035	83,455
TOTL REVS N0 OUTS	197,496	383,421	589,027	220,289	473,839	596,372	232,141	361,809	615,726	305,018	497,108	837,966	243,139	404,491	653,225	265,019	472,975	745,030	4,037,346
UNCASHED TICKETS			102,856															467,493	570,349
MI GAMING REVENUE			514,400			541,412			579,771			546,977			524,891			618,910	3,326,361
TOTAL REVS	197,496	383,421	1,206,282	220,289	473,839	1,137,784	232,141	361,809	1,195,497	305,018	497,108	1,384,943	243,139	404,491	1,178,116	265,019	472,975	1,831,434	7,934,056
REVENUE	APRIL 2007			MAY 2007			JUNE 2007			JULY 2007			AUGUST 2007			SEPTEMBER 2007			Total
	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	Stdbred	Thgbred	Total	
SIMULCAST TAX																			
Great Lakes	12,045	20,191	32,236	19,475	37,869	57,344	14,629	21,294	35,923	15,332	23,089	38,421	12,500	18,793	31,293				388,239
Hazel Park	109,175	181,842	291,017	104,939	263,274	368,213	95,926	211,871	307,797	99,483	219,237	318,720	92,241	193,871	286,112				3,363,549
Jackson	15,016	17,013	32,029	17,400	24,578	41,977	17,812	15,129	32,941	21,855	19,823	41,679	5,447	6,117	11,563				345,651
Mt. Pleasant	2,336	4,473	6,808	2,152	5,541	7,693	2,659	10,429	13,087	1,216	4,004	5,220	2,204	5,647	7,851				76,692
Northville Downs	73,805	172,547	246,351	83,653	215,427	299,080	82,140	211,589	293,729	87,551	197,929	285,480	7,199	11,496	18,694				1,842,248
Northville Racing Corp	0	0	0	0	0	0	0	0	0	0	0	0	72,618	160,698	233,316				906,793
Saginaw	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0				0
Sports Creek	42,414	48,320	90,733	41,851	69,567	111,418	33,845	43,600	77,446	45,653	48,040	93,693	46,156	42,136	88,292				939,730
Undist. Simulcast Rev															0				7,862,901
TOT SIMUL TX REV	254,790	444,385	699,175	269,469	616,255	885,724	247,011	513,912	760,923	271,091	512,121	783,212	238,365	438,757	677,122	0	0	611,018	8,371,064
OTHER																			
Occupational Lics			8,000			20,120			8,724			8,550			7,909			3,118	116,237
Horse Race Lics			235						0			0			(385)				9,669
Racing Fines			250			4,410			1,425			2,975			4,275			3,550	30,315
Other Misc Revs			237			403			320			173			(128)			75	1,855
TOTAL OTHER REV	0	0	8,722	0	0	24,933	0	0	10,469	0	0	11,698	0	0	11,671	0	0	6,743	158,076
TOTL REVS N0 OUTS	254,790	444,385	707,897	269,469	616,255	910,657	247,011	513,912	771,392	271,091	512,121	794,910	238,365	438,757	688,793	0	0	617,761	8,529,140
UNCASHED TICKETS			8,149			0			0			0			0			0	578,498
MI GAMING REVENUE			551,950			527,997			546,927			566,461			558,192			507,361	6,585,250
TOTAL REVS	254,790	444,385	1,267,996	269,469	616,255	1,438,654	247,011	513,912	1,318,319	271,091	512,121	1,361,371	238,365	438,757	1,246,985	0	0	1,125,122	15,692,888

NOTE: Breakdown of the Simulcast Horse Race Revenue is available upon request.